

SUMMARY ANALYSIS OF AMENDED BILL

Franchise Tax Board

Author: Chesbro Analyst: Norm Catelli Bill Number: SB 595

Related Bills: See Legislative History Telephone: 845-5117 Amended Date: April 23, 2001

Attorney: Patrick Kusiak Sponsor: _____

SUBJECT: Manufacturers' Investment Credit/Extend to Certain Types of Property Used in Winemaking Activities

- ☒ DEPARTMENT AMENDMENTS ACCEPTED. Amendments reflect suggestions of previous analysis of bill as introduced February 22, 2001.
- ☐ AMENDMENTS IMPACT REVENUE. A new revenue estimate is provided.
- ☐ AMENDMENTS DID NOT RESOLVE THE DEPARTMENT'S CONCERNS stated in the previous analysis of bill as introduced/amended _____.
- ☐ FURTHER AMENDMENTS NECESSARY.
- ☐ DEPARTMENT POSITION CHANGED TO _____.
- ☐ REMAINDER OF PREVIOUS ANALYSIS OF BILL AS INTRODUCED February 22, 2001, STILL APPLIES.
- ☐ OTHER - See comments below.

SUMMARY

This bill would allow the Manufacturers' Investment Credit (MIC) for certain buildings and tanks used in winemaking businesses.

SUMMARY OF AMENDMENTS

The April 23, 2001, amendments would:

- Expand the definition of "qualified property" to include tanks used in the winemaking process for taxable years beginning on or after January 1, 1996;
- Declare that the amendments serve a public purpose; and
- Make several non-substantive technical changes.

These amendments resolve the department's implementation, technical, and policy concerns expressed in the analysis dated March 27, 2001.

EFFECTIVE/OPERATIVE DATE

As a tax levy this bill would become effective immediately upon enactment and operative for taxable years beginning on or after January 1, 2001. However, the bill as amended April 23, 2001, specifies that the amendments apply for taxable years beginning on or after January 1, 1996.

Board Position:

<input type="checkbox"/> S	<input type="checkbox"/> NA	<input type="checkbox"/> NP
<input type="checkbox"/> SA	<input type="checkbox"/> O	<input type="checkbox"/> NAR
<input type="checkbox"/> N	<input type="checkbox"/> OUA	<input checked="" type="checkbox"/> PENDING

Legislative Director

Date

Alan Hunter for GHG

06/14/01

Senate Bill 595 (Chesbro)
Amended April 23, 2001
Page 2

POSITION

Pending.

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